1 2 3 4 5 UNITED STATES DISTRICT COURT 6 WESTERN DISTRICT OF WASHINGTON AT SEATTLE 7 8 RONALD LOCKARD, 9 Case No. C10-1030RSL 10 Plaintiff. v. ORDER DENYING MOTION TO 11 WIRESOFT OPERATING COMPANY. VACATE JUDGMENT 12 Defendant. 13 14 This matter comes before the Court on "Defendant's Motion to Vacate Order 15 Granting Plaintiff's Motion for Summary Judgment." Dkt. # 30. Federal Rule of Civil 16 Procedure 60(b) authorizes the Court to relieve a party from a final judgment for "mistake, 17 inadvertence, surprise, or excusable neglect" or "any other reason that justifies relief." Motions 18 for relief from judgment "must be made within a reasonable time." Fed. R. Civ. P. 60(c)(1). 19 Defendant has not shown "mistake, inadvertence, surprise, or excusable neglect." 20 In early 2011, defendant's former President and Chief Operating Officer, Robert Thomas 21 Schram, notified counsel that Wiresoft was wrapping up its operations and specifically 22 instructed them to take no further action with regards to this litigation. Defendant's 23 counterclaims were abandoned, and counsel did not respond to outstanding discovery or 24 plaintiff's motion for summary judgment. On November 3, 2011, the Court granted summary

judgment in plaintiff's favor and dismissed Wiresoft's counterclaims. The resulting judgment

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was the natural consequence of Wiresoft's decision to withdraw from participation in this litigation. The fact that Mr. Schram may not have understood all of the potential repercussions of a judgment against his now-defunct company does not make the decision to abandon this litigation any less intentional.

Nor has defendant shown that relief under the catchall provision of Rule 60(b)(6) is appropriate. Such relief is available only where "extraordinary circumstances prevented a party from taking timely action to prevent or correct an erroneous judgment." Latshaw v. Trainer Wortham & Co., Inc., 452 F.3d 1097, 1103 (9th Cir. 2006). The provision is used "sparingly as an equitable remedy to prevent manifest injustice." Lal v. Cal., 610 F.3d 518, 524 (9th Cir. 2010). In this case, defendant had every opportunity to defend this action and simply chose not to: Wiresoft was properly served and, for a while, not only opposed plaintiff's claims, but pursued its own counterclaims. The decision to withdraw was intentional and unequivocal. Not even entry of judgment against it in early November 2011 made defendant rethink its chosen litigation strategy. It was not until plaintiff's counsel pointed out the potential *res judicata* effects of this judgment in a related state court action against Mr. Schram that defendant's interest in this litigation revived. Given defendant's deliberate litigation strategy and the five month delay between judgment and this motion, the Court finds that defendant failed to take timely action to prevent or correct the judgment of which it complains and cannot rely on equity to remedy the situation.

¹ Although Wiresoft had ceased operations prior to the entry of judgment, Mr. Schram received notice of the summary judgment order shortly after it was issued. Nevertheless, defendant waited until May 10, 2012, to file this motion.

² The Court has not analyzed and offers no view on the merits of plaintiff's claims against a corporate officer or the applicability of the doctrine of *res judicata* in the circumstances presented here. The Court only concludes that summary judgment in the above-captioned cause of action was appropriate under both legal and equitable principles.

1		For all of the foregoing reasons, defendant's motion to vacate judgment is
2	DENIED.	
3		Dated this 19th day of June, 2012.
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6		MMS Casnik Robert S. Lasnik United States District Judge
7		United States District Judge
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